

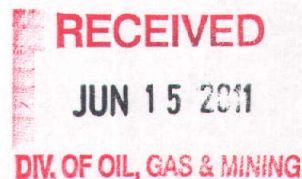


S/027/0089  
cc: Peter  
Task: 4204

WORLD MINERALS INC.  
Post Office Box 287  
1501 6<sup>th</sup> Street  
La Grande, OR 97850  
Tel: 541-963-3987  
Fax: 541-963-3995

June 14, 2011

Mr. Peter Brinton  
DOGM  
Dept. of Natural Resources  
1594 West North Temple  
Suite 1210  
Salt Lake City, UT 84114-5801



Dear Peter:

Please find attached my NOI submission for the SMO amendment on our Permit ML 41981.

Again, a reminder that this is an amendment, based on the ruling increasing 5 acre SMO's to 10 acre SMO's and this is NOT a new NOI.

In addition, per our conversation of 6.13.11, please note that I did not submit the permit fee here because we pay annually and are current.

Based on what you and I went through on the phone, I think the submission is complete and I have attached the maps and cultural paperwork as well. I will be on vacation and back in the office on June 27, and will contact you at that time to see where I am on this.

Thank you for all your assistance so far.

Regards,

Jonna True, Manager  
Reclamation & Land Management  
Harborlite, Celite & World Minerals



**STATE OF UTAH**  
**DEPARTMENT OF NATURAL RESOURCES**  
**DIVISION OF OIL, GAS AND MINING**  
1594 West North Temple Suite 1210  
Box 145801  
Salt Lake City, Utah 84114-5801  
Telephone: (801) 538-5291 Fax: (801) 359-3940

**RECEIVED**

**JUN 15 2011**

**DIV. OF OIL, GAS & MINING**

**NOTICE OF INTENTION TO COMMENCE SMALL MINING OPERATIONS**

The information requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1987, and the General Rules as promulgated under the Utah Minerals Regulatory Program (R647). The rules and Act are available online at <http://www.rules.utah.gov/publicat/code/r647/r647.htm> and [http://le.utah.gov/~code/TITLE40/40\\_08.htm](http://le.utah.gov/~code/TITLE40/40_08.htm).

Cultural Resources Survey: To fulfill its obligations under Utah Code Annotated 9-8-404, the Division needs cultural resource (archaeology) information. The amount and type of information required will depend on the mine location, the history of previous disturbance, and other factors. Please contact the Division for further information.

A permit fee of \$150 must accompany this application (Utah Code Ann. §40-8-7(1)(i)) and is due annually.

"Small Mining Operations" are operations which have a disturbed area of ten or fewer surface acres at any time in unincorporated areas, or five acres or fewer in incorporated areas.

\*\*\*\*\*

**I. GENERAL INFORMATION** (Rule R647-3-104)

1. Name of Mine: BLACK SPRINGS MINE
2. Operator Name (Legal Name): HARBORLITE

Mailing Address: PO BOX 287  
City, State, Zip: LA GRANDE, OR 97850  
Phone: 541/963-3987 Fax: 541/963-3995  
E-mail Address: \_\_\_\_\_

Type of Business: Corporation ( XX ), LLC (    ), Sole Proprietorship (dba) (    )  
General Partnership (    ), Limited Partnership (    ), Individual (    ).

**Business Entity (not individuals) must be registered (and maintain registration) with the State of Utah, Division of Corporations (DOC)** If not currently registered, contact [www.commerce.utah.gov](http://www.commerce.utah.gov) to renew or apply. Business Entity #: 1194304-0143

Local Business License #: Conditional Use Permit (if required)  
Issued by: County: Millard County or City: \_\_\_\_\_

**3. Contact Person(s):**

Registered Utah Agent (as identified with the Utah DOC) (if individual leave blank):

Name: Prentice Hall Corporation Title: Registered Agent  
Address: 2180 South 1300 East, Suite 650  
City, State, Zip: Salt Lake City, UT 84106  
Phone: \_\_\_\_\_ Fax: \_\_\_\_\_  
E-mail Address: \_\_\_\_\_



**I.3. Contact Person(s) (continued):**

This person to be notified for: permitting ( xx ) surety ( xx ) (check all that apply)

Name: Jonna True, Agent Title: Mgr., Reclamation & Land Mgmt

Address: PO Box 287

City, State, Zip: La Grande, OR 97850

Phone: 541/963-3987 Fax: 541/963-3995

Emergency, Weekend, or Holiday Phone: 541/429-2077

E-mail Address: Jonna.True@worldminerals.com

This person to be notified for: permitting (    ) surety (    ) (check all that apply)

Name: \_\_\_\_\_ Title: \_\_\_\_\_

Address: \_\_\_\_\_

City, State, Zip: \_\_\_\_\_

Phone: \_\_\_\_\_ Fax: \_\_\_\_\_

Emergency, Weekend, or Holiday Phone: \_\_\_\_\_

E-mail Address: \_\_\_\_\_

**4. If Business is a Sole Proprietor (dba) or Individual:**

Name of Owner: \_\_\_\_\_ Title: \_\_\_\_\_

Business Address: \_\_\_\_\_

City, State, Zip: \_\_\_\_\_

Phone: \_\_\_\_\_ Fax: \_\_\_\_\_

E-mail Address: \_\_\_\_\_

**If Business is a Corporation:**

Name of Officers: Dan Moncino Title: V.P and Gen. Mgr

Name: John DeVries Title: Treasurer-Controller

Name: Catherine Caouette Title: Secretary & Corp. Counsel

Name: Susan B. Radcliffe Title: Assistant Secretary

Headquarters Address: 130 Castilian Drive

City, State, Zip: Santa Barbara, CA 93117

Phone: 805/562-0206 Fax: 805/562-0295

E-mail Address: Catherine.caouette@worldminerals.com

**If Business is a Limited Liability Company: Member Managed (    ) Manager Managed (    )**

Name of 1<sup>st</sup> Member/Manager: \_\_\_\_\_ Title: \_\_\_\_\_

Business Address: \_\_\_\_\_

City, State, Zip: \_\_\_\_\_

Phone: \_\_\_\_\_ Fax: \_\_\_\_\_

E-mail Address: \_\_\_\_\_

Name of 2<sup>nd</sup> Member/Manager: \_\_\_\_\_ Title: \_\_\_\_\_

Business Address: \_\_\_\_\_

City, State, Zip: \_\_\_\_\_

Phone: \_\_\_\_\_ Fax: \_\_\_\_\_

E-mail Address: \_\_\_\_\_

**If Business is a Partnership:**

Names of Partners: \_\_\_\_\_

Business Address: \_\_\_\_\_

City, State, Zip: \_\_\_\_\_

Phone: \_\_\_\_\_ Fax: \_\_\_\_\_

E-mail Address: \_\_\_\_\_



5. **Ownership of Land Surface:**

Private (Fee) ( ) BLM ( ) US Forest Service ( )  
 State Trust Land/School Sections ( \_xx\_ ) State Sovereign Lands ( )  
 Other (please describe): \_\_\_\_\_

Name SITLA Address 675 East 500 South #500, Salt Lake City, UT  
 Name \_\_\_\_\_ Address \_\_\_\_\_  
 Name \_\_\_\_\_ Address \_\_\_\_\_  
 Name \_\_\_\_\_ Address \_\_\_\_\_

6. **Ownership of Minerals:**

Private (Fee) ( ) BLM ( ) US Forest Service ( )  
 State Trust Land/School Sections ( \_xx\_ ) State Sovereign Lands ( )  
 Other (please describe): \_\_\_\_\_

Name SITLA Address 675 East 500 South #500, Salt Lake City, UT  
 Name \_\_\_\_\_ Address \_\_\_\_\_  
 Name \_\_\_\_\_ Address \_\_\_\_\_  
 Name \_\_\_\_\_ Address \_\_\_\_\_

BLM Claim Number(s): \_\_\_\_\_  
 Utah State Lease Number(s): ML-41981  
 BLM/USFS Lease or Project File Number(s): \_\_\_\_\_

Name of Lessee(s): Harborlite - Jonna True, Agent

7. **Have the above surface and mineral owners been notified in writing?** Yes xxx No \_\_\_\_\_  
 If no, why not? \_\_\_\_\_

8. **Does the Entity have legal right to enter** and conduct mining operations on the land covered by this notice? Yes xxx No \_\_\_\_\_

*Please be advised that if State Trust Lands are involved, notification to the Division of Oil, Gas and Mining alone does not satisfy the notification requirements of Mineral Leases upon State Trust Lands. Exploration or mining activity on State Trust Lands requires a minimum of 60 days notice to the Trust Lands Administration **prior** to commencing any activities. Please contact the School Institutional Trust Lands Administration (SITLA) at (801) 538-5508 for notification requirements.*

II. **PROJECT LOCATION & MAP** (Rule R647-3-105)

1. **Project Location & Map** (legal description):

County(ies): \_\_\_\_\_  
 \_\_\_\_\_ 1/4, of \_\_\_\_\_ 1/4, of NW 1/4, Section: 2 Township: 24S Range: 9W  
 \_\_\_\_\_ 1/4, of \_\_\_\_\_ 1/4, of \_\_\_\_\_ 1/4, Section: \_\_\_\_\_ Township: \_\_\_\_\_ Range: \_\_\_\_\_  
 \_\_\_\_\_ 1/4, of \_\_\_\_\_ 1/4, of \_\_\_\_\_ 1/4, Section: \_\_\_\_\_ Township: \_\_\_\_\_ Range: \_\_\_\_\_  
 UTM East: \_\_\_\_\_ (if known) UTM North: \_\_\_\_\_ (If known)  
 Name of Quad Map for Location: Cruz Utah Quad Map

2. **Is the project within an incorporated area?** ( ) Yes ( xxx ) No  
 If yes, what is the town or city? \_\_\_\_\_



3. **Location and Operations maps** must be plotted at a scale to accurately identify locational landmarks and operations details. All maps must include a north arrow, scale, appropriate labels, and title box including the mine name, township, range and section.
  - a. The **general location map** must be the scale of a USGS 7.5 minute series map or equivalent (1"=2000') and identify new or existing access roads.
  - b. The **operations map** (1"=200' or other scale as determined necessary by the Division) must be labeled and identify:
    - i. The area to be disturbed;
    - ii. The location of any existing or proposed operations including access roads, drill holes, trenches, pits, shafts, cuts, or other planned activities; and
    - iii. Any adjacent previous disturbance for which the operator is not responsible.(Contact the Division for a list of consultants and land surveyors for mapping assistance.)
4. The proposed (10 acres or less) disturbed area (including access/haul roads) should be marked ON THE GROUND with metal T-Posts (or with some other marker of equal effectiveness). Markers should be appropriately spaced so that the next marker in either direction is clearly visible with the naked eye.

**III. OPERATION PLAN** (Rule R647-3-106)

1. **Type of mining:** Surface ( xxx ) Underground (      )
2. **Mineral(s) to be mined:** Perlite
3. **Amount of material** to be extracted, moved, or proposed to be moved: 250,000 tons over 10 yrs
4. Will any **water, liquid chemicals, reagents, or other solutions** be used, produced or discharged as part of the mining or milling process? Yes (      ) No ( xxx ) If yes, please describe (add extra pages if needed):  

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5. Provide a brief **description of the proposed mining operation**, and onsite processing facilities (add extra pages if necessary). Mine, screen, crush and stockpile perlite ore for transportation To processing facilities. Portable crushing and screening will be used on this site.  

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6. ( N/A ) **New Road(s):** Length            (ft), Width            (ft)
7. ( N/A ) **Improved Road(s):** Describe improvements that need to be made to existing roads to access the site, including the Length            (ft) and Width            (ft) of new disturbances.  

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8. Total project surface **acreage to be disturbed:** 10 (acres) PLEASE SPECIFY **EXACT ACREAGE** (this will be used to determine surety bond amount – see #VI).  
**5 ACRES CURRENTLY PERMITTED, REQUESTING ADDITIONAL 5 PER LAW**
9. Proposed **startup date** (month, year): 7/1/11
10. Proposed **completion**, if known (month, year): UNKNOWN



#### **IV. OPERATION AND RECLAMATION PRACTICES** (Rule R647-3-107, 108 & 109)

The reclamation and operation obligation is to keep the area clean and safe, minimize hazards to public safety, return the land to a useful condition, and reestablish at least 70 percent of the premining vegetative ground cover or within practical limits. To accomplish this, the Permittee / Operator will need to perform reclamation concurrently, or at the completion (within one (1) year) of mining. Please refer to The Practical Guide to Reclamation in Utah, available at::

[https://fs.ogm.utah.gov/pub/MINES/Coal\\_Related/RecMan/Reclamation\\_Manual.pdf](https://fs.ogm.utah.gov/pub/MINES/Coal_Related/RecMan/Reclamation_Manual.pdf).

1. *Keep the mining operation in a safe, clean, and environmentally stable condition.*
2. *Permanently seal all shafts and tunnels to prevent unauthorized or accidental entry.*
3. *Plug drill holes with a five foot cement surface plug. Holes that encounter fluids are to be plugged in the subsurface to prevent aquifer contamination.*
4. *Construct berms, fences, or barriers, when needed, above highwalls and excavations.*
5. *Remove, isolate, or neutralize all toxic materials in a manner compatible with federal and state regulations.*
6. *Remove all waste or debris from stream channels.*
7. *Dispose of any trash, scrap metal, wood, machinery, and buildings.*
8. *Conduct mining activities so as to minimize erosion and control sediment.*
9. *Reclaim all roads that are not part of a permanent transportation system.*
10. *Stockpile topsoil and suitable overburden prior to mining.*
11. *Stabilize highwalls by backfilling or rounding to 45 degrees or less, where feasible; reshape the land to near its original contour, and redistribute the topsoil and suitable overburden.*
12. *Properly prepare seedbed to a depth of six inches by pocking, ripping, discing, or harrowing. Leave the surface rough.*
13. *Reseed disturbed areas with adaptable species. (The Division recommends a mixture of species of grass, forb, and browse seed, and will provide a specific species list if requested.)*
14. *Plant the seed with a rangeland or farm drill, or broadcast the seed. Fall is the preferred time to seed.*



**V. VARIANCE REQUEST** (Rule R647-3-110)

**Any variance must be approved writing *in advance* by the Division**

Any planned deviations from Rules R647-3-107, Operation Practices, R647-3-108, Hole Plugging Requirements, or R647-3-109, Reclamation Practices, as summarized above (see IV. Operation and Reclamation Practices Item # 1-14), should be identified below listing applicable rule number. Give justification for the variance(s) and alternate methods or measures to be utilized to meet the intent of the rule. Written approval from the Division will be given, if the proposed alternative methods to be used are consistent with the Act.

**Are variances being requested? Yes (     ) No ( XXX )**

Variance Requested

Item #                      Applicable Rule

Justification: \_\_\_\_\_

Alternate methods or measure to be utilized: \_\_\_\_\_

Attach additional page(s) if more variances are requested.

**VI. SURETY** (Utah Code Ann. §40-8-7(1)[c])

**A reclamation contract and surety must be provided to and approved by the Division prior to commencement of operations. No surface disturbance is authorized until the surety is posted and approved in writing.** The surety may be provided in the form of a certificate of deposit, a letter of credit, a surety bond, or cash. Please contact the Division for further information about submitting the surety. All mining operations are required to furnish and maintain reclamation surety to guarantee that the land affected is reclaimed (Utah Code Ann. §40-8-7(1)[c]).

The reclamation surety amount is based on the nature, extent and duration of operations. The amounts are based on data from current large mine surety and are used as a general guide, along with actual site conditions. Reclamation surety for small mines is reviewed every three (3) or five (5) years and adjusted as necessary for inflation/deflation based upon acceptable Costs Index. **Contact the Division for the dollar amount required for a three (3) or five (5) year period for this project.**

**CURRENT BOND IN PLACE FOR \$17,000**




**VIII. SIGNATURE REQUIREMENT**

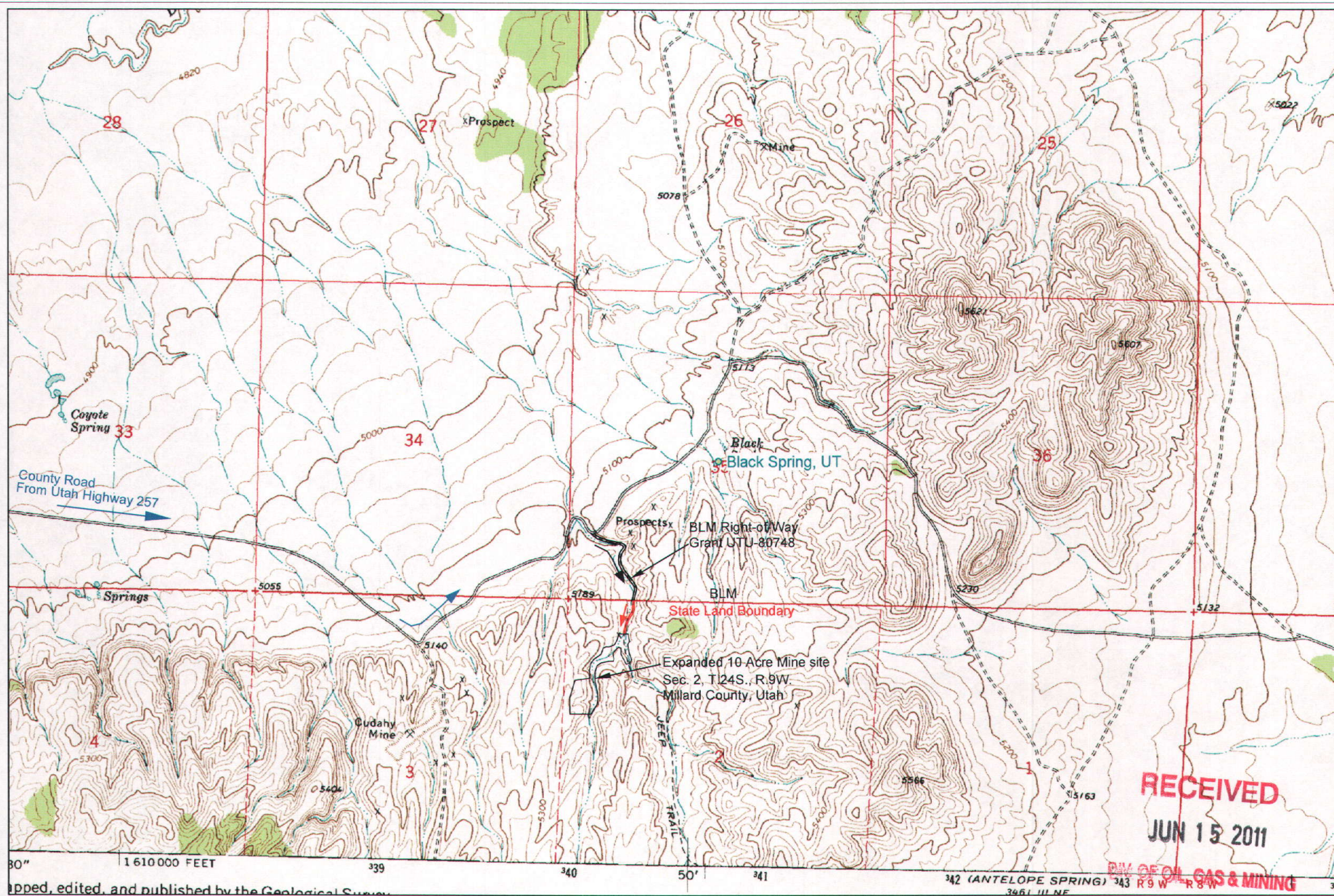
**CERTIFICATION**

I state under penalty of perjury under the laws of the state of Utah and the United States of America that:

- a. I have read this form and declare the information, statements and/or documentation are true, correct and complete to the best of my knowledge and belief; AND
- b. I commit to the reclamation of the aforementioned small mining project as required by the Utah Mined Land Reclamation Act (40-8) and the rules as specified by the Board of Oil, Gas and Mining.
- c. **This certification must be signed by:** (1.) an executive officer if the applicant is a corporation; (2.) a partner if applicant is a partnership (general or limited); (3.) the owner if applicant is a sole proprietorship; **or** (4.) the member or manager if applicant is a limited liability company.

Signature:  Date: 6/14/11  
Name (typed or printed): Jonna True, Agent for Harborlite  
Title/Position (if applicable): Manager, Reclamation and Land Management



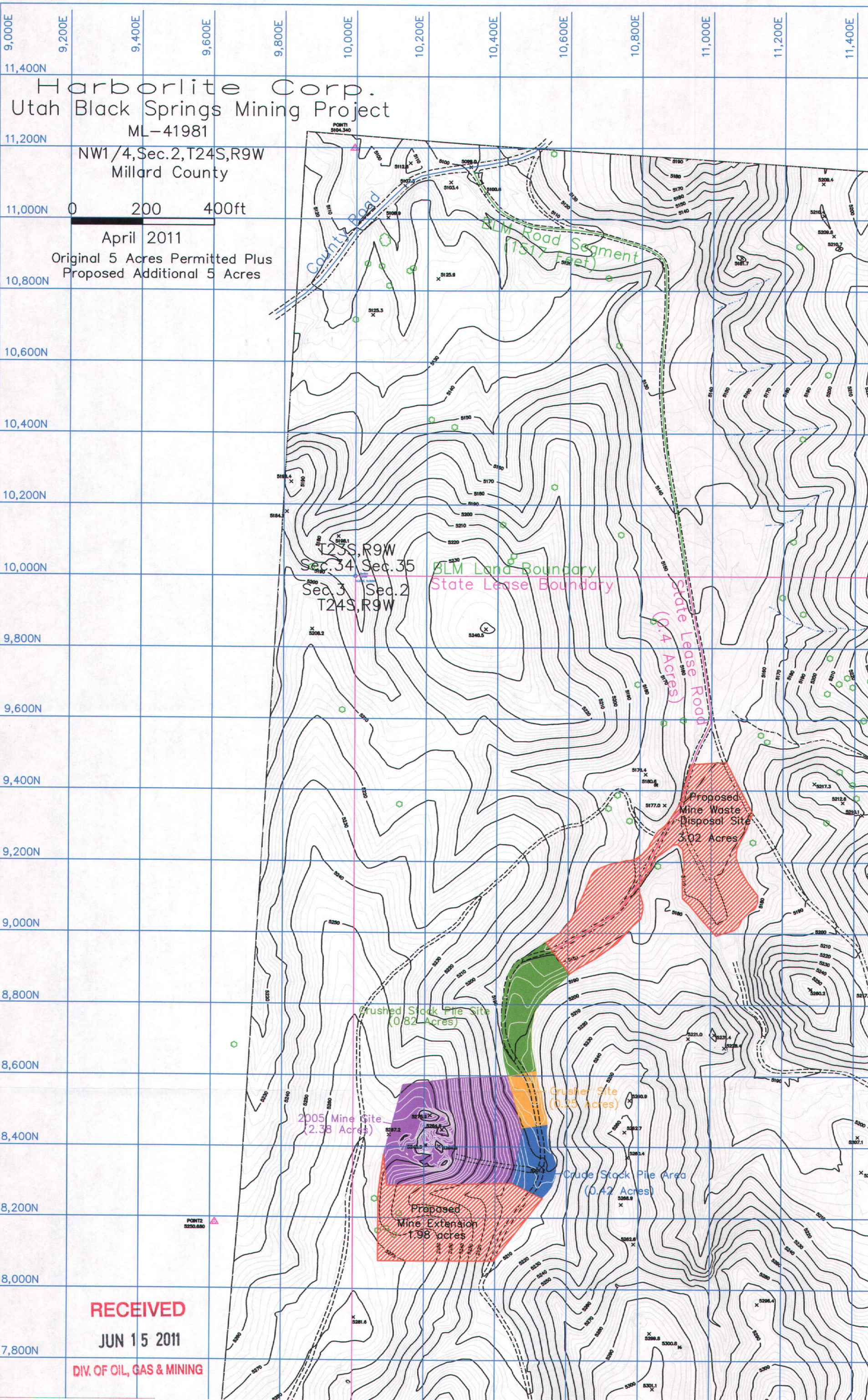


Harborlite Corp.

Utah Black Springs Mining Project ML-41981

Location and Access





Harborlite Corp.  
Utah Black Springs Mining Project  
ML-41981

NW1/4, Sec. 2, T24S, R9W  
Millard County

0 200 400ft

April 2011

Original 5 Acres Permitted Plus  
Proposed Additional 5 Acres

T23S, R9W  
Sec. 34, Sec. 35  
Sec. 3, Sec. 2  
T24S, R9W

BLM Land Boundary  
State Lease Boundary

State Lease Road  
(0.4 Acres)

Proposed  
Mine Waste  
Disposal Site  
3.02 Acres

Crushed Stock Pile Site  
(0.82 Acres)

Crusher Site  
(0.25 Acres)

2005 Mine Site  
(2.38 Acres)

Crude Stock Pile Area  
(0.42 Acres)

Proposed  
Mine Extension  
1.98 acres

RECEIVED

JUN 15 2011

DIV. OF OIL, GAS & MINING